



Date: 09-11-2024

 Dept. No.

Max. : 100 Marks

Time: 09:00 am-12:00 pm

SECTION A - K1 & K2 (CO1)

Q.No	Levels	Answer ALL the Questions	(10 x 2 = 20)
1	K1	Define 'Financial Accounting'.	
2		Show the necessary journal entries to adjust the following. 1. Salary outstanding Rs.10,000 2. Goods worth Rs.2000 distributed as free samples to customers.	
3		What is the need for fire insurance?	
4		How do you allocate the following expenses in department. a. Salaries b. Lighting c. Advertising d. Labour welfare expenses	
5		What is partial repossession?	
6	K2	State any two objectives of Indian Accounting Standard?	
7		Give two examples of obsolescence and write a short on it.	
8		List different types of branches.	
9		Give short on Inter-departmental transfer.	
10		Distinguish between hire purchase price and cash price.	

SECTION B – K3 & K4 (CO2)

		Answer ALL the Questions	(4 x 10 = 40)
11	K3	Classify various accounting concepts briefly.	
12		[OR]	
		Construct a Trial Balance from the following items.	
		R's Capital Account	41,000
		R's Drawings Account	2,000
		Opening Stock	17,000
		Machinery	20,000
		Office Furniture	1,500
		Sundry Debtors	38,000
		Sundry Creditors	45,000
		Cash at bank	18,200
		Cash in hand	750
		Purchases	30,000
13		Bills Payable	1,700
		Following are the extracts from the trial balance of a firm as at 31st March,2003.	
		Particulars	Dr.(Rs.)
		Sundry Debtors	2,05,000
		Provision for Doubtful Debts	--
		Bad debts	10,000
			3,000
			--
		Additional Information: Additional bad debts Rs.5,000. Maintain the provision for doubtful debts @10% on debtors.	
		Make necessary Journal and ledger entries and show the Profit and Loss account and Balance	

		Sheet.																				
14		[OR]																				
		X purchased a second hand machine for Rs.8,000 on 1 st April 2010. He spent Rs.3,500 on its installation. Depreciation is written off @ 10% p.a. on the original cost. On 30 th June 2013, the machine was found to be unsuitable and sold for Rs.6,500. Prepare machinery account from 2010 to 2013 assuming that the accounts are closed on 31st December every year.																				
15		Indian Trader, Bombay opened a Branch at Baroda on 1.1.2018. The following information is available in respect of the branch for the year 2018.																				
	K4	<table border="1"> <thead> <tr> <th>Particulars</th> <th>Rs.</th> </tr> </thead> <tbody> <tr> <td>Goods sent to branch</td> <td>75,000</td> </tr> <tr> <td>Cash Sales at branch</td> <td>50,000</td> </tr> <tr> <td>Credit Sales at branch</td> <td>60,000</td> </tr> <tr> <td>Salary of the branch paid by Head office</td> <td>15,000</td> </tr> <tr> <td>Office expenses paid by Head office</td> <td>12,000</td> </tr> <tr> <td>Cash remittance to branch towards petty cash</td> <td>6,000</td> </tr> <tr> <td>Petty Cash as on 31.12.2018</td> <td>500</td> </tr> <tr> <td>Debtors on 31.12.2018</td> <td>5,000</td> </tr> <tr> <td>Stock on 31.12.2018</td> <td>27,000</td> </tr> </tbody> </table>	Particulars	Rs.	Goods sent to branch	75,000	Cash Sales at branch	50,000	Credit Sales at branch	60,000	Salary of the branch paid by Head office	15,000	Office expenses paid by Head office	12,000	Cash remittance to branch towards petty cash	6,000	Petty Cash as on 31.12.2018	500	Debtors on 31.12.2018	5,000	Stock on 31.12.2018	27,000
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16		[OR]																				
		Fire occurred in the premises of Mr. Srinivasan on May 1, 2003 and the stock was destroyed. Following information was available from the records.																				
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		The stock salvage was Rs.25,000. A fire insurance policy for Rs.2,00,000 was taken to cover the loss by fire. There was a practice in the concern to value the stock at cost less 10%. But this practice was changed and stock on December 31, 2002 was valued at cost plus 10%. Calculate the amount of claim to be submitted with the insurance company for stock lost by fire.																				
17		<p>The following purchases were made by a business house three department:</p> <table> <tbody> <tr> <td>Dept. A</td> <td>1,000 units</td> <td rowspan="3" style="vertical-align: middle; text-align: center;">}</td> <td rowspan="3" style="border: 1px solid black; padding: 5px; margin-left: 10px;">At a total cost of Rs.1,00,000</td> </tr> <tr> <td>Dept. B</td> <td>2,000 units</td> </tr> <tr> <td>Dept. C</td> <td>2,400 units</td> </tr> </tbody> </table> <p>Stock on January 1, were</p> <table> <tbody> <tr> <td>Dept. A</td> <td>120 units</td> </tr> <tr> <td>Dept. B</td> <td>80 units</td> </tr> <tr> <td>Dept. C</td> <td>152 units</td> </tr> </tbody> </table> <p>The sales were</p> <table> <tbody> <tr> <td>Dept. A</td> <td>1,020 units at Rs.20 each</td> </tr> <tr> <td>Dept. B</td> <td>1,920 units at Rs.22.50 each</td> </tr> <tr> <td>Dept. C</td> <td>2,496 units at Rs.25 each</td> </tr> </tbody> </table> <p>The rate gross profit is the same in each case. Prepare the Departmental Trading Accounts.</p>	Dept. A	1,000 units	}	At a total cost of Rs.1,00,000	Dept. B	2,000 units	Dept. C	2,400 units	Dept. A	120 units	Dept. B	80 units	Dept. C	152 units	Dept. A	1,020 units at Rs.20 each	Dept. B	1,920 units at Rs.22.50 each	Dept. C	2,496 units at Rs.25 each
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[OR]

SECTION C – K5 & K6 (CO3)**Answer ALL the Questions (2 x 20 = 40)**

19 K5 From the following trial balance of Thiru. Rehman as on 31.3.2005. Prepare Trading and Profit and Loss account and Balance Sheet taking into account the adjustments:

Debit Balances	Rs.	Credit Balances	Rs
Land and Building	42,000	Capital	62,000
Machinery	20,000	Sales	98,780
Patents	7,500	Return Outwards	500
Stock 1-4-1994	5,760	Sundry Creditors	6,300
Sundry debtors	14,500	Bills Payable	9,000
Purchases	40,675		
Cash in hand	540		
Cash at Bank	2,630		
Return inwards	680		
Wages	8,480		
Fuel and Power	4,730		
Carriage on Sales	3,200		
Carriage on Purchases	2,040		
Salaries	15,000		
General Expenses	3,000		
Insurance	600		
Drawings	5,245		
	1,76,580		1,76,580

Adjustments:

- Stock on 31.3.1995 was Rs.6,800
- Salary outstanding Rs.1,500
- Insurance prepaid Rs.150
- Depreciate machinery @ 10% and patents@ 20%
- Create a provision of 2% on debtors for bad debts.

[OR]

Onkar Corporation Ltd. has two branches- one at Jaipur and another at Lucknow. Goods are invoiced to branches at cost plus 50%. Branches remit all cash received to Head Office and all expenses are met by the H.O. From the following particulars, prepare the necessary accounts on the “Stock and Debtors System” to show the profit earned at the Jaipur Branch:

Particulars	Rs.
Stock on January 1,2003	9,300
Debtors on January 1,2003	6,800
Goods sent to Branch (at cost)	34,000
Sales at Branch	
Cash	25,010
Credit	31,000
Cash Collected from Debtors	30,400
Goods returned by Branch to H.O.	1,200
Goods transferred from Lucknow Branch to Jaipur Branch	1,500

		Shortage of Stock	2,100	
		Shortage of Stock at Branch	450	
		Discount allowed to customers	200	
		Expenses at Branch	5,400	

21 From the following particulars given by Messrs Tins and Toys, prepare a Departmental Trading and Profit and Loss Account for their two Departments, viz., Tins Department, and Toys for the year ended March 31,2003.

Particulars	Rs.
Opening Stock	
Toys	5,000
Tins	15,000
Raw material Consumed (Tins)	36,000
Stores consumed	9,000
Wages:	
Tins	6,000
Toys	3,000
Advertisement	1,500
Packing expenses (Toys)	600
Office Expenses	4,800
Depreciation	
Factory	3,200
Building	1,600
Sales:	
Tins	90,000
Toys	18,000
Closing Stock:	
Toys	6,000
Tins	12,000

You are also given the following additional information:

- Toys are made of end bits of sheets of raw material used by Tins Dept. The value of such material used during the year by Toys Dept. Rs. 2,000.
- Toy making does not require any equipment.
- Only one – eighth of the total area of the building is occupied by Toys dept.

[OR]

22 The Madras Transport Company purchases a three-wheeler from the Bombay Motors Ltd. on the Hire – Purchase on 1.1.1999, paying cash Rs.10,000 down and agreeing to pay further three instalments of Rs.10,000 each on 31st December every year. The cash price of the car is Rs.37,250 and the Bombay Motors Ltd. charge interest at 5%. The Madras Transport Company writes off 10% p.a as depreciation on the reducing instalment system. Pass journal entries and prepare Three-Wheeler Account and Bombay Motors Account in the books of Madras Transport Co.
